United Nations A/C.6/59/L.12

General Assembly

Distr.: Limited
22 October 2004

Original: English

Fifty-ninth session
Sixth Committee
Agenda item 143
Report of the United Nations Commission on International Trade Law on the work of its thirty-seventh session

Draft resolution

Legislative Guide on Insolvency Law of the United Nations Commission on International Trade Law

The General Assembly,

Recognizing the importance to all countries of strong, effective and efficient insolvency regimes as a means of encouraging economic development and investment,

Noting the growing realization that reorganization regimes are critical to corporate and economic recovery, the development of entrepreneurial activity, the preservation of employment and the availability of finance in the capital market,

Noting further the importance of social policy issues to the design of an insolvency regime,

Noting with satisfaction the completion and adoption of the *Legislative Guide on Insolvency Law* of the United Nations Commission on International Trade Law by the Commission on 25 June 2004 at its thirty-seventh session,[1]

Believing that the *Legislative Guide*, which includes the text of the Model Law on Cross-Border Insolvency and Guide to Enactment recommended by the General Assembly in its resolution 52/158 of 15 December 1997, contributes significantly to the establishment of a harmonized legal framework for insolvency and will be useful both to States that do not have an effective and efficient insolvency regime and to States that are undertaking a process of review and modernization of their insolvency regimes,

[1] *Official Records of the General Assembly, Fifty-ninth Session, Supplement No. 17* (A/59/17), para. 55.

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Recognizing the need for cooperation and coordination between international organizations active in the field of insolvency law reform to ensure consistency and alignment of that work and to facilitate the development of international standards,

Noting that the preparation of the *Legislative Guide* was the subject of due deliberations and extensive consultations with Governments and international intergovernmental and non-governmental organizations active in the field of insolvency law reform,

1. *Expresses its appreciation* to the United Nations Commission on International Trade Law for completing and adopting the *Legislative Guide on Insolvency Law*;[1]

2. *Requests* the Secretary-General to publish the *Legislative Guide* and to make all efforts to ensure that it becomes generally known and available;

3. *Recommends* that all States give due consideration to the *Legislative Guide* when assessing the economic efficiency of their insolvency regimes and when revising or adopting legislation relevant to insolvency;

4. *Recommends also* that all States continue to consider implementation of the Model Law on Cross-Border Insolvency of the United Nations Commission on International Trade Law.